

TRUSTZONE A/S

Langebrogade 5
1411 København K

Annual report
1 October 2015 - 30 September 2016

**The annual report has been presented and
approved on the company's general meeting the**

24/02/2017

Martin Ernst
Chairman of general meeting

Content**Company informations**

Company informations	3
----------------------------	---

Reports

Statement by Management	4
-------------------------------	---

Reports

Independent Auditor's Reports	5
-------------------------------------	---

Management's Review

Management's Review	7
---------------------------	---

Financial statement

Accounting Policies	8
Income statement	10
Balance sheet	11
Disclosures	13

Company information

Reporting company	TRUSTZONE A/S Langebrogade 5 1411 København K Phone number: 88331009 CVR-nr: 27984479 Reporting period: 01/10/2015 - 30/09/2016
Auditor	NET-REVISION ApS, Registreret revisionsanpartsselskab Bredvigårdvej 6 4050 Skibby DK Danmark CVR-nr: 29389918 P-number: 1012045944

Statement by Management

The Annual Report for the fiscal year 1. October 2015 - 30. September 2016 for Trustzone A/S has been prepared in conformity with the Financial Statements Act. In our opinion, the financial statements give a true and fair view of the Company's assets and liabilities, financial position at 30. September 2016, and the result of the Company's operations.

København K, the 24/02/2017

Management

Henrik Devantier Dürr
Director

Jacob Højmark Nielsen
Director

Board of directors

Martin Ernst
Chairmann of the board

Rune Bech Kjældgaard
Vice-chairmann

Anders Bitsch Christiansen

Esben Veis

Henrik Devantier Dürr

Jacob Højmark Nielsen

Sune Krister Falck Hansen

Independent Auditor's Reports

To the shareholders of TRUSTZONE A/S

Report on financial statements

We have audited the financial statements of TRUSTZONE A/S for the financial year 1. October 2015 - 30. September 2016, which comprise summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes. The Financial Statements are prepared in accordance with the Danish Financial Statements Act.

Responsibilities of management for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control as Management determines is necessary to enable the preparation of the financial statements that are free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish Audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. The audit has not resulted in any qualification.

Opinion on financial statements

In our opinion the financial statements give a true and fair view of the company's assets, liabilities and financial position as at 30. September 2016 and of its financial performance for the financial year 1. October 2015 - 30. September 2016, in accordance with the Danish Financial Statements Act.

Reports on other legal and regulatory requirements

Statement on Management's review

Pursuant to the Danish Financial Statements Act, we have read the Management's review. We have not performed any further procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Bredviggård, 24/02/2017

Kirsten Larsen
Registeret revisor
NET-REVISION ApS, Registreret revisionsanpartsselskab
CVR: 29389918

Management's Review

Main activities

The object of the company is to engage in the sale of SSL certificates and other PKI-related products. The company owns all rights associated with the sale of the product.

Development in activities and economic conditions

The development of the financial year 2015-2016, is fully in line with the expectations of the management.

For the financial year 2016-2017, it is expected that the investments of the previous year, will have a positive impact on the company's revenue and profit.

Events following the financial year end

After year-end, there has not been any events that are relevant for the closing of the accounts.

Accounting Policies

The annual report has been prepared in accordance with the regulation applying to Reporting class B.

Generally

The applied accounting policies remain unchanged compared to the previous year. The reporting currency is Danish kroner.

RECOGNITION AND MEASUREMENT IN GENERAL

Income is recognised in the income statement when earned. Value adjustments of financial assets and liabilities measured at fair value or amortised cost are also recognised in the income statement. Costs incurred to generate the earnings for the year are also recognised in the income statement, including amortisation, depreciation, impairment losses and provisions as well as reversals resulting from changed accounting estimates of amounts previously recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future financial benefits will flow to the Company and it is possible to obtain a reliable measurement of the individual assets.

Liabilities are recognised in the balance sheet when it is probable that future financial benefits will flow from the Company and it is possible to obtain a reliable measurement of the individual liabilities.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item.

Anticipated losses and risks arising before the presentation of the financial statements and confirming or disconfirming facts and circumstances known at the reporting date are taken into consideration and measurement.

Foreign currency conversion

Foreign currency transactions are converted when initially entered according to the exchange rate in effect on the transaction date. Receivables, debt, and other foreign currency monetary items not calculated on the balance sheet day are converted according to the exchange rate in effect on the balance sheet day. Any differences in exchange rate that occur between the exchange rate on the transaction date and the exchange rate on the payment date and balance sheet day, respectively, are entered in the income statement as financial items.

Income statement

Net revenues

Net revenues are included in the income statement if delivery and risk transfer to buyer have been completed. Revenues and costs are accrued for a period lasting through the end of the fiscal year.

External costs

External costs include production, facility, sales, automatic and administrative costs; loss on debtors; operational leasing costs; etc.

Employee expenses

Staff costs include wages and salaries, including holiday pay and pensions and other social security costs, etc. to company employees. Staff costs are deducted from payments received from government.

Financial items

Interest and other financial revenues and costs include interest, realised and unrealised exchange rate adjustments, market value adjustment of securities, capital loss and loan costs on financial liabilities, costs associated with financial leasing, as well as surcharges and refunds under the Danish Tax Prepayment Scheme.

Tax on net income

Tax on net income includes the amount that is expected to be paid for the year, in addition to adjustment of deferred tax. The income statement includes the part that can be allocated to the net income. The equity includes the part that can be allocated directly to items listed therein.

Allocated debt includes deferred tax on all temporary differences between financial and fiscal balances.

Balance sheet**Tangible fixes assets**

Fixtures, fittings, tools and equipment are measured at cost less a deduction for accrued depreciations and writedowns. The basis for depreciation is reported at cost less a deduction for any residual value and write-downs. The assets are depreciated over their expected financial useful life according to the following depreciation principles and rates.

	User time	Residual value
Fixtures, fittings, tools and equipment:	3 years	0

Assets with a cost price below the limit for immediate tax write-offs and assets with a useful life of less than three years are charged to the profit and loss account during the year of acquisition. Profit or loss from disposal of property, plant, and equipment is entered as the difference between the sales price less sales costs and the regular accounting value at the time of sale. Profit or loss is entered in the income statement under depreciations.

Fixed asset investments

Other securities and equity interest are entered according to the fair market value on the balance sheet day when a reliable fair market value can be established. When the fair market value cannot be determined, securities and other equity interest are entered at cost.

Accounts receivable

Accounts receivable are entered based on the nominal value by evaluating debtors on an individual basis. Write-downs take place when deemed required.

Any ongoing work billable to a third party is entered according to the sales value of the completed work based on the degree of completion of the jobs. The degree of completion is established based on a concrete assessment of the stage of each individual job. Any payments received through partial invoicing are deducted from the item.

Equity

Payable dividends are included as part of the equity.

Financial liabilities

Long-term, fixed-rate liabilities are entered according to the net present value. Any other liabilities are entered at nominal value. Capital loss and loan costs are entered as expenses immediately.

Income statement 1 Oct 2015 - 30 Sep 2016

	Disclosure	2015/16 kr.	2014/15 kr.
Gross profit (loss)		14,457,589	15,278,425
Employee expense	1	-7,592,831	-6,048,489
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets	2	0	3,200
Profit (loss) from ordinary operating activities		6,864,758	9,233,136
Other finance income		1,873	20,477
Other finance expenses		-114,712	-44,050
Profit (loss) from ordinary activities before tax		6,751,919	9,209,563
Tax expense	3	-1,515,514	-2,209,567
Profit (loss)		5,236,405	6,999,996
Proposed distribution of results			
Proposed dividend recognised in equity		5,000,000	3,000,000
Extraordinary dividend recognised in equity		0	4,000,000
Retained earnings		236,405	-4
Proposed distribution of profit (loss)		5,236,405	6,999,996

Balance sheet 30 September 2016

Assets

	Disclosure	2015/16 kr.	2014/15 kr.
Deposits		55,934	62,474
Investments		55,934	62,474
Total non-current assets		55,934	62,474
Trade receivables		2,092,583	1,970,488
Current deferred tax assets		11,000	11,000
Other receivables		1,810	20,026
Deferred income assets		125,904	112,853
Receivables		2,231,297	2,114,367
Cash and cash equivalents		7,041,431	5,025,784
Current assets		9,272,728	7,140,151
Total assets		9,328,662	7,202,625

Balance sheet 30 September 2016

Liabilities and equity

	Disclosure	2015/16 kr.	2014/15 kr.
Contributed capital	4	526,316	526,316
Retained earnings		667,609	431,204
Proposed dividend		5,000,000	3,000,000
Total equity	5	6,193,925	3,957,520
Provisions for deferred tax	6		
Debt to banks		790,375	32,697
Trade payables		103,815	200,913
Tax payables		838,436	1,713,182
Other payables, including tax payables, liabilities other than provisions		1,288,976	1,130,908
Payables to shareholders and management		113,135	167,405
Short-term liabilities other than provisions, gross		3,134,737	3,245,105
Liabilities other than provisions, gross		3,134,737	3,245,105
Liabilities and equity, gross		9,328,662	7,202,625

Disclosures

1. Employee expense

	2015/16 kr.	2014/15 kr.
Wages and salaries	6,763,296	5,337,734
Post employment benefit expense	748,866	655,454
Social security contributions	80,669	55,301
	<u>7,592,831</u>	<u>6,048,489</u>

2. Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets

	2015/16 kr.	2014/15 kr.
Profit, fixtures, fittings, tools and equipment	0	-3,200
	<u>0</u>	<u>-3,200</u>

3. Tax expense

	2015/16 kr.	2014/15 kr.
Current tax	1,515,338	2,205,922
Changes in deferred tax	0	3,646
Prior year adjustments	176	-1
	<u>1,515,514</u>	<u>2,209,567</u>

4. Contributed capital

Share capital consists of 526,316 shares of 1 kr. Shares are not divided into classes.

	kr.
Changes in share capital the last 5 years:	
Share capital 30.09.2011.	<u>526,316</u>
Share capital, end of year	<u>526,316</u>

5. Total equity

	Contributed capital kr.	Retained earnings kr.	Proposed dividend kr.	Total kr.
Balance, beginning of year	526,316	431,204	3,000,000	3,957,520
Distributed ordinary dividends	0	0	-3,000,000	-3,000,000
Profit (loss)	0	236,405	5,000,000	5,236,405
Equity, end of year	526,316	667,609	5,000,000	6,193,925

6. Provisions for deferred tax

	Carrying amount kr.	Tax base kr.	Temporary difference kr.
Provisions for loss from debtors	0	-50,000	-50,000
	0	-50,000	-50,000
Deferred tax, 22%			-11,000

7. Disclosure of contingent liabilities

The company has entered a new lease agreement effective from 1 April 2017 with an annual lease amount of DKK 772,000. The lease is irredeemable until 30 September 2020. After this date the lease can be canceled with a six months' notice.

8. Disclosure of mortgages and collaterals

As security for all outstanding accounts with Danske Bank, Jacob Højmark Nielsen and Henrik Devantier Dürr have paid a joint and several guarantee.

9. Disclosure of ownership

Ownership

The company has registered the following shareholders holding more than 5% of the voting rights or nominal value:

Højmark Nielsen Holding ApS, Knud Kristensens Gade 3, 2300 København S
H Dürr Holding ApS, Vagtelvej 56, 2000 Frederiksberg
GMO GlobalSign Ltd, Sandling Road, Springfield House, Maidstone, ME14 2LP, Kent
Sune Krister Hansen, Ved Grænsen 23, 2000 Frederiksberg

Related parties

Related parties with controlling interest in Trustzone A/S
Højmark Nielsen Holding ApS
H Dürr Holding ApS